




City of Loma Linda Official Report

Karen Gaio Hansberger, Mayor
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COUNCIL AGENDA: February 8, 2005
TO: City Council
VIA: Dennis R. Halloway, City Manager
FROM: Diana De Anda 
SUBJECT: Fiscal Year 2004/2005 - Mid-Year Budget Review

RECOMMENDATION

Staff recommends that the City Council evaluate the Mid-year budget review and approve the requested budget revenue appropriations and revised expenditures.

BACKGROUND

The Mid-year budget review is a critical evaluation point of the financial health of the City. The Mid-year budget review provides City Council, Management and Citizens of this community with a picture that illustrates the results of the prior year operations, the first six months of the current fiscal year and an updated projection through the end of the current budget cycle. As a result of management's review and known State budget impacts, there are a number of adjustments, which are being recommended for City Council's approval.

Detailed listings of revenue appropriations and expenditure revisions are provided – See attachments I & II.

ANALYSIS

Beginning Available Cash Balances – During the budget process for fiscal year 2004/05 “beginning available cash balances” were estimations of how fiscal year 2003/04 was expected to end. Now, at the mid point of operations in fiscal year 2004/05, staff has the actual ending balances for the prior year. Actual “beginning available cash balances” consist of cash balances with consideration for current accounts receivable and current accounts payable, which were a part of last years projected revenues and expenditures. Significant changes to “beginning available cash balances” for the City and Redevelopment Agency (RDA) are highlighted below in Table A.

Table A

<u>Beginning Available Cash Balances</u>	<u>Estimated</u>	<u>Actual</u>	<u>Difference</u>
<u>CITY</u>	12,989,369	13,710,100	720,731
General Fund			
Unreserved	1,362,447	1,500,800	138,353
Reserved	2,050,000	2,050,000	-
Water Acquisition Fund	1,829,934	2,255,600	425,666
 <u>RDA</u>	 6,732,516	 7,014,100	 281,584
Debt Service Fund	30,753	99,500	59,747
Project Fund	6,675,344	6,806,600	131,253

Revenues – As summarized in Table B presented below, total City revenues are approximately \$5,243,556 higher and Redevelopment Agency revenues are approximately \$352,358 higher than at the same point in time last year. Percentage-wise, City revenues are as normally expected for the first half of the year. The General Fund is also on course at 48.9% of its total \$12,137,600 budgeted revenues. The percentage decrease of 18.3% in the Redevelopment Agency's revenues for the first half when compared to last year can be misleading. The Redevelopment Agency's budgeted revenues are significantly higher than last year by \$3,903,700 due to higher Tax Increment, In-Lieu Housing Funds and Transfers In.

Expenditures –Referring to the summary in Table B below, both City and Redevelopment Agency budgeted expenditures are higher than last year's amounts, \$1.7 million and \$1.4 million, respectively. Overall, City expenditures were budgeted higher because of the increased program costs for Public Safety, and Building and Safety. Redevelopment expenditures were budgeted at a higher level in order to continue the expending of bond proceeds in accordance with the Agency's "Merged Project Area Plan" improvements and the increase in Low-Mod Housing programs. Percentage-wise City expenditures are close to projected for Mid-year, comparing 31.9% for 2003/04 and 35% for 2004/05 with a \$1,524,443 increase in actual dollars spent. At Mid-year the Redevelopment Agency's annual expenditures are higher by \$470,172, percentage-wise the Agency's low 22.8% rate of expenditures is consistent with prior years.

Table B

<u>CITY (Incl. General Fund)</u>	<u>2003-2004</u>	<u>2004-2005</u>	<u>Difference</u>
Total Budgeted Revenues	28,558,378	29,977,300	1,418,922
Half Year Revenues	8,467,613	13,711,469	5,243,856
Percent Received YTD	29.7%	45.7%	
 Total Budgeted Expenditures	 30,082,642	 31,805,250	 1,722,608
Half Year Expenditures	9,596,673	11,121,116	1,524,443
Percent Spent YTD	31.9%	35.0%	

Table B

<u>RDA</u>	<u>2003-2004</u>	<u>2004-2005</u>	<u>Difference</u>
Total Budgeted Revenues	6,133,300	10,037,000	3,903,700
Half Year Revenues	3,431,911	3,784,269	352,358
Percent Received YTD	56.0%	37.7%	
Total Budgeted Expenditures	11,819,200	13,293,100	1,473,900
Half Year Expenditures	2,563,528	3,033,700	470,172
Percent Spent YTD	21.7%	22.8%	

General Fund Analysis – As summarized in Table C presented below, total general fund revenues (including transfers in) are approximately \$1,518,698 higher for the same period last year. Percentage-wise general fund revenues are 9.4% higher than last year at mid-year. Further revenue detail and analysis is presented in the General Fund Top Six Revenues portion of this report. Although total budgeted expenditures were increased by \$1,356,614 (mostly in maintenance and operations), current year-to-date expenditures are only \$231,699 higher for the same period last year, but are on course at 45.7% of total budget. The increase in budgeted and year-to-date expenditures is primarily due to higher Public Safety, and Building and Safety costs.

Table C

<u>GENERAL FUND</u>	<u>2003-2004</u>	<u>2004-2005</u>	<u>Difference</u>
Total Budgeted Revenues	11,189,636	12,137,600	947,964
Half Year Revenues	4,417,827	5,936,525	1,518,698
Percent Received YTD	39.5%	48.9%	
Total Budgeted Expenditures	10,926,436	12,283,050	1,356,614
Half Year Expenditures	5,387,230	5,618,929	231,699
Percent Spent YTD	49.3%	45.7%	

General Fund Top Six Revenues – As demonstrated in Table D below, there are six top revenue sources that make up approximately 77% of the total general fund budget (excluding transfers in). As a point of reference, historically, at Mid-year these top six revenues should generally be at or above the 40% received mark, as shown in the “% Received” column of Table D. Currently, sales tax, refuse, motor vehicle license fees, building permits and property tax are above target. Staff has chosen to highlight these six revenues to emphasize the important contribution these revenue sources have on the ability to fund general City operations, following Table D is additional detail of each of the six revenue sources.

Table D

<u>General Fund Top Six Revenues</u>	<u>Budget</u>	<u>% of Budget</u>	<u>YTD Actual</u>	<u>% Received</u>
Sales Tax	2,323,000	21%	1,040,599	45%
Refuse Services Charges	2,028,000	18%	969,359	48%

Table D

General Fund Top Six Revenues	<u>Budget</u>	<u>% of Budget</u>	<u>YTD Actual</u>	<u>% Received</u>
Overhead	1,637,100	15%	428,555	26%
Motor Vehicle License Fees	1,022,800	9%	560,771	55%
Building Permits	815,000	7%	828,117	102%
Property Tax	<u>708,500</u>	<u>6%</u>	<u>348,121</u>	<u>49%</u>
Total	8,534,400	77%	4,175,522	49%

Total General Fund (less Transfers In) 11,016,700 **5,203,137** **47%**

Sales Tax – With the enactment of the “Triple-Flip” as part of the State budget for fiscal year 2004/2005, the City’s sales tax revenue is 0.75% of the 7.75% sales tax paid by individuals and businesses on retail purchases, which are received monthly. Additional, the City will receive, twice a year (January and May), a one for one exchange of 0.25% of sales tax for property tax. The City is still repaying the offset of last year’s \$438,000 refund, which is deducted on a quarterly basis. This year’s deduction totals \$152,103. Based on estimates provided by the State Department of Finance and current year receipts, staff is recommending a reduction of projected Sales Tax revenues by an estimated \$150,300 (1.4% of general fund revenues).

Refuse Service Charges – Refuse service charges consist of four components – collection, pass-thru, recycling and the new waste to energy charge. The City currently has an agreement with Waste Management of the Inland Empire to provide refuse collection services. The contract pays Waste Management eighty-five percent (85%) of collected revenues, which is budgeted as a contractual service expenditure. The remaining fifteen percent (15%) stays with the City to cover its refuse collection administrative costs. Refuse collection, pass-thru and recycling charges are currently on target with projections.

Overhead – Overhead charges are a method for the City to recover administrative costs associated with expenditure activities in Capital Project Funds, Enterprise Funds and Redevelopment Low-Moderate Housing Funds. The downside to this source of revenue occurs if the expenditure activities in these funds fail to materialize as projected, the revenue projected in the general fund will not be realized either. As part of the Mid-year review process expenditures in the funds mentioned above have been revised and overhead revenue recalculated resulting in a net increase of \$86,400.

Motor Vehicle License Fees (VLF) – Since 1948, the VLF tax rate had been 2 percent of the current value of a registered vehicle. The VLF tax is collected by the State’s Department of Motor Vehicles with most of the allocation to cities based on population figures provided by the State Department of Finance. In 1998, the Legislature and Governor gradually began cutting back the VLF tax for owners of vehicles to a now effective rate of 0.65% and offset (backfilled) the loss of revenue to local governments from the State general fund. Last year the offset was eliminated and restored a few months later by the newly elected Governor. For the fiscal year 2004/2005 State budget legislation enacted the “Vehicle License Fee Swap”, which is a dollar-for-dollar exchange of VLF offset for property tax revenues. This swap is slated as permanent and again is only disbursed to cities twice a year (January and May) as opposed to monthly disbursements. Based on estimates provided by the State Department of Finance and current

year receipts, staff is recommending an increase of projected Vehicle License Fee revenues by an estimated \$27,200.

Property Tax – Property tax is an ad valorem (value-based) tax assessed on secured and unsecured property. By California Constitution Article XIII A (Prop 13), general property tax is limited to a maximum of one percent (1%) of assessed valuation, with a two percent (2%) cap on the annual increase in assessed valuation. Property sold is reassessed and taxed at the current value. In Loma Linda there are three factors that significantly impact the growth of general property tax revenues 1) the amount of exempt property within our community for government-owned, nonprofit, educational, religious, hospital and charitable organizations; 2) the amount of property within the merged Loma Linda Redevelopment Agency and Inland Valley Development Agency, which retain a significant portion of revenue growth; and 3) the low percentage rate of 11.7%-11.8% of the 1% property tax the City receives in relation to other local taxing entities. In the past two years the City has been registering continued increase in housing prices and resale of existing homes generating a projected 4% - 8% increase to current secured property tax revenue. Unfortunately, as part of the State budget for fiscal year 2004/2005 and 2005/2006 we will lose property tax gains in what is being called ERAF III, which shifts property tax revenues from local agencies to the State. The City's portion for 2004/2005 is \$177,703, which was taken into consideration when the budget was adopted in June of 2004.

Building Permits - Over the past two years the City has approved several housing development projects. Last year a budget of \$333,100 was projected for building permits revenue, actual revenues totaled \$738,953. This year when the budget was adopted in June of 2004 we projected \$815,000, at mid-year we have already collected \$828,117 and are projecting an additional increase of \$459,700 for the remainder of the year. Because the Building and Safety Department functions are a contractual service agreement there is a corresponding expenditure increase of \$97,600 to cover the increased activity of the department.

General Fund Expenditures – As summarized in Table E, the general fund is divided into four major activities – administration, community development, public safety and public works. Administration is at the higher percentage of 51.8%, due to the Civic Center Lease payment of interest and principal paid in December. Total general fund expenditures are at 45.7%, which is within the expected target for Mid-year.

Table E

GENERAL FUND	<u>Budget</u>	<u>% of Budget</u>	<u>YTD Actual</u>	<u>% Expended</u>
Administration	4,244,100	34.6%	2,199,923	51.8%
Community Development	1,420,830	11.6%	488,868	34.4%
Public Safety	5,236,220	42.6%	2,316,368	44.2%
Public Works	<u>1,381,900</u>	<u>11.3%</u>	<u>613,768</u>	<u>44.4%</u>
TOTAL GENERAL FUND	12,283,050	100.0%	5,618,927	45.7%

Staff is requesting an increase of \$215,700 to general fund expenditures. As part of the \$41,800 increase to Administration budget, the Finance department is requesting \$11,300 for costs associated with switching to a new payroll company (see attached staff report), anticipated increase in banking service charges due to the success of the City's web-payment program, and

temporary personnel. General Government is requesting \$10,300 as a transfer out to the Landscape Maintenance District to cover projected negative cash flow, \$11,000 for the repair of the north end fountain and \$5,100 for unanticipated unemployment insurance benefits. Community Development is requesting \$97,000 for contractual services associated with increased permitting activity, and \$18,000 for additional legal services. Public Works is requesting \$45,800 for the repair and maintenance of the traffic controller at Campus and replacement of damaged street name signs. The balance of \$17,200 is requested for miscellaneous increases to maintenance and operational expenditures anticipated through year-end. These expenditure requests are summarized below in Table F and further detailed in attachment II.

Table F

GENERAL FUND	Budgeted <u>2004/2005</u>	Revised <u>2004/2005</u>	Requested <u>Additions</u>
Administration	4,244,100	4,285,900	41,800
Community Development	1,420,830	1,536,430	115,600
Public Safety	5,236,220	5,240,320	4,100
Public Works	<u>1,381,900</u>	<u>1,436,100</u>	<u>54,200</u>
TOTAL GENERAL FUND	12,283,050	12,498,750	215,700

Other Revenues – See attachment I for a complete summary of revenues and net changes – Budget vs. Revised.

Other Expenditures – The Loma Linda Connected Community Program is requesting an increase to expenses of \$530,000, funding for this request is to be provided in the form of a loan from the Water Operations Fund (see attached staff report), which is to be repaid over 15-years at LAIF quarterly interest rates. EPA grant fund is increases \$1,379,500 for grant funded property acquisition expenditures. Federal/state construction fund is being decreased \$4,453,000 due to delays in association with the widening of the Mt. View Bridge. See attachment II & III for a detailed listing of all expenditure adjustments and a complete summary of expenditures and net changes, respectively.

FINANCIAL IMPACT

Summary Table G below, presents the “Net Change to Ending Cash Balance”, which is calculated by taking the change in beginning available cash balance plus the proposed revenue changes less proposed expenditure changes. In the General Fund, although beginning available cash balance shows a \$138,353 increase, the net increase in current year revenues, and increase in expenditures totaling \$215,700 have a net positive change on ending cash balance of \$304,153, bringing the “unreserved” ending cash balance to \$1,370,050. Currently the “reserved” cash balance remains at \$2,050,000 (\$2,000,000 for the Rainy Day reserve and \$50,000 for Equipment Replacement reserve). The City as a whole began the year with an additional \$720,731, and is projected to end with a net positive change of \$2,014,205. The Redevelopment Agency beginning available cash balance was \$281,584 higher than originally projected, but net change to ending cash balance is only projected to increase by \$7,684. A combination of net revenue decreases and a slight net increase in expenditures.

Table G

Summary of Changes in Beginning Available Cash Balances,
Revenues and Expenditures

<u>City</u>	<u>Beginning Available Cash Balance</u>	<u>Revenue Proposed Changes</u>	<u>Expenditure Proposed Changes</u>	<u>Net Change to Ending Cash Balance</u>
General	138,353	381,500	215,700	304,153
Sewer	78,562	-	39,000	39,562
Loma Linda Connected Comm.Prg	46,600	528,100	530,000	44,700
Water	9,654	15,500	166,800	(141,646)
Sewer Facilities	43,804	100,897	-	144,701
Water Acquisition	425,666	410,877	10,900	825,643
Traffic Safety	-	(5,000)	(5,000)	-
T.I.P. Sales Tax - Measure I	99,272	-	-	99,272
Landscape Maintenance	(12,558)	27,300	100	14,642
Street Lighting	83,579	3,500	52,100	34,979
Air Quality Mgmt District (AQMD)	9,700	2,000	12,600	(900)
Local Law Enforcement Grant	-	-	-	-
Environmental Protect. Agny. (EPA)	1,616	1,417,800	1,379,500	39,916
Federal/State Construction Grants	(800)	(4,247,500)	(4,453,000)	204,700
Traffic Congestion Relief Grant	(100)	-	-	(100)
Comm. Dev. Block Grant (CDBG)	(100)	-	-	(100)
Citizens Option Pub. Safety (COPS)	33,406	-	86,100	(52,694)
Miscellaneous Grants	(32,472)	59,300	30,400	(3,572)
Assessment District 72-1	256	400	-	656
Water Bond Redemption	(41)	200	30,000	(29,841)
Park Development	(50,341)	99,800	19,200	330,259
Storm Drain	(67,815)	(304,000)	-	(371,815)
Traffic Impact	3,474	283,800	-	287,274
Fire Capital	(8,200)	4,400	-	(3,800)
Fire Facilities	(19,258)	62,600	-	43,342
General Facilities	(15,935)	211,700	-	195,765
Public Meeting Facilities	-	31,100	-	31,100
Public Library Facilities	-	23,600	-	23,600
Special Projects	(45,591)	-	-	(45,591)
Total City Revenues	720,731	(592,126)	(1,885,600)	2,014,205
 Public Financing Authority	 2,300	 995,800	 998,100	 -

Table G**Summary of Changes in Beginning Available Cash Balances,
Revenues and Expenditures**

	Beginning Available Cash <u>Balance</u>	Revenue Proposed <u>Changes</u>	Expenditure Proposed <u>Changes</u>	Net Change to Ending Cash <u>Balance</u>
<u>Redevelopment Agency</u>				
Project Area #1 - Special Fund	-	-	-	-
Project Area #1 - Debt Service	26,783	-	-	26,783
Project Area #1 - Operations	69,014	-	103,100	(34,086)
Project Area #1 - Low-Mod Housing	(2,419)	485,000	900	481,681
In-Lieu Housing	69,700	(623,900)	155,000	(709,200)
Project Area #2 - Debt Service	32,964	163,400	11,900	184,464
Project Area #2 - Operations	62,242	-	26,800	35,442
Project Area #2 - Low-Mod Housing	22,008	(289,000)	(288,300)	21,308
Inland Valley Dev. Agny. (IVDA)	<u>1,292</u>	<u>-</u>	<u>-</u>	<u>1,292</u>
Total Redevelopment Agency	281,584	(264,500)	9,400	7,684
 Total City ,PFA & RDA	 1,004,615	 139,174	 (878,100)	 2,021,889

CONCLUSION

All changes to actual beginning available cash balances, proposed revenues, and proposed expenditures are reflected in the "Summary of Available Resources and Proposed Uses of Resources" (attachment IV), which illustrates the overall impact. The recommendations presented by staff represent a net increase in General Fund revenues of \$381,500 and a net increase in General Fund expenditures of \$215,700. In the overall City, the recommendations presented by staff represent a net decrease in revenues of \$592,126 and a net decrease in expenditures of \$1,885,600, of which \$4.2 million in revenues and \$4.4 million in expenditures are for the federal transportation construction projects delayed until next fiscal year. In addition, the recommendations presented by staff, represent a net decrease in Redevelopment Agency revenues of \$264,500 and a net increase in Redevelopment Agency expenditures of \$9,400. As a conclusion of the Mid-year budget review staff recommends the approval of the adjustments presented above, and detailed in attachments I & II, to the fiscal year 2004-2005 budget.

**MID-YEAR SUMMARY OF
REVENUES
AND
NET CHANGES**

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
GENERAL FUND			
CURRENT SECURED	626,500	626,500	0
CURRENT UNSECURED	39,000	40,000	1,000
PRIOR TAXES	43,000	55,000	12,000
SUPPLEMENTAL CURRENT	7,000	14,000	7,000
MISCELLANEOUS TAXES	6,500	7,000	500
PROPERTY	722,000	742,500	20,500
FRANCHISES	435,000	435,000	0
SALES TAX	1,737,000	1,629,700	(107,300)
SALES TAX - IN LIEU	586,000	543,000	(43,000)
SALES TAX -PROP 172	42,500	44,000	1,500
SALES AND USE TAX	2,365,500	2,216,700	(148,800)
TRANSIENT OCC. TAX	7,000	7,000	0
PROPERTY TRANSFER	40,000	80,000	40,000
BUSINESS LICENSE	230,000	230,000	0
OTHER TAXES	277,000	317,000	40,000
TAXES AND ASSESSMENTS	3,799,500	3,711,200	(88,300)
ANIMAL LICENSE	0	0	0
ST/CURB PERMITS	12,000	12,000	0
BUILDING PERMITS	815,000	1,274,700	459,700
FIRE PLAN CHECK	97,800	62,400	(35,400)
FIRE PERMITS	34,000	32,000	(2,000)
MISCELLANEOUS PERMITS	100	100	0
LICENSES AND PERMITS	958,900	1,381,200	422,300
GENERAL FINES	100	100	0
CODE VIOLATIONS	1,600	7,600	6,000
FINES AND FORFEITS	1,700	7,700	6,000
INTEREST	40,000	45,000	5,000
LEASE INCOME	300,000	310,900	10,900
COMMUNITY ROOM RENT	19,000	15,000	(4,000)
USE OF MONEY AND PROPERTY	359,000	370,900	11,900
FEDERAL GRANTS	0	6,900	6,900
TRAILER COACH LICENSE	6,000	0	(6,000)
MOTOR VEH. IN LIEU	1,022,800	1,050,000	27,200
HOPTR	15,000	15,000	0
STATE GRANTS	0	4,000	4,000
OFF HIGHWAY	400	500	100
INTERGOVERNMENTAL	1,044,200	1,076,400	32,200

CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
GENERAL PLAN UPDATE	0	100,000	100,000
VA FIRE SERVICES	140,000	140,000	0
VA TRAFFIC SIGNAL	3,500	3,400	(100)
CSA 38 FIRE SERVICES	4,500	4,500	0
PLANNING FEES	472,600	363,000	(109,600)
EIR FEES	44,400	29,000	(15,400)
SALE MAPS & PUBLICATIONS	1,000	1,000	0
PROJECT PLANS/SPECS	3,000	3,000	0
ENGINEERING INSPECTIONS	140,000	87,200	(52,800)
ENGINEERING PLAN CHECK WILDAN	160,000	141,400	(18,600)
TOWING FEES	19,500	14,000	(5,500)
WEED ABATEMENT	14,000	14,000	0
REFUSE RECYCLING REVENUE	5,500	5,500	0
HOUSEHOLD HAZ WASTE	29,000	29,000	0
RECYCLING SERVICE CHARGE	13,000	22,600	9,600
REFUSE COLLECTION	1,430,000	1,430,000	0
REFUSE-PASS THRU	500,000	500,000	0
REFUSE-WASTE TO ENERGY	98,000	100,000	2,000
MISCELLANEOUS SERVICES	500	1,200	700
SPECIAL EVENTS	200	1,100	900
CHARGES FOR SERVICES	3,078,700	2,989,900	(88,800)
			0
SALE OF HISTORY BOOKS	100	200	100
CODE ENFORCEMENT COST REC	500	200	(300)
REFUNDS/REIMBURSEMENTS	50,000	80,000	30,000
MISCELLANEOUS REVENUE	80,000	80,000	0
SALE OF CITRUS FROM GROVES	1,000	1,900	900
SALE OF EQUIPMENT	5,000	5,000	0
DAMAGE CLAIM RECOVERY	1,000	1,000	0
OVERHEAD - M & O	1,056,900	1,128,400	71,500
OVERHEAD - CAPITAL	580,200	595,100	14,900
OTHER	1,774,700	1,891,800	117,100
TRANSFERS IN	1,120,900	1,090,000	(30,900)
OPERATING TRANSFERS IN	1,120,900	1,090,000	(30,900)
GENERAL FUND - TOTAL	12,137,600	12,519,100	381,500

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
ENTERPRISE FUNDS			
SEWER FUND			
LOMA LINDA SEWER CHARGES	586,000	586,000	0
SAN BERNARDINO SEWER CHARGES	1,327,000	1,327,000	0
UTILITY SERVICE (INV)	412,000	412,000	0
CHARGES FOR SERVICES	2,325,000	2,325,000	0
INTEREST	7,700	7,700	0
INTEREST INCOME	7,700	7,700	0
SEWER FUND	2,332,700	2,332,700	0
LOMA LINDA CONNECTED COMMUNITIES PROGRAM			
NETWORK INFRA. CERTIFICATION	110,600	110,600	0
CONNECTED COMM, SVC CHARGES	14,200	14,200	0
CHARGES FOR SERVICES	124,800	124,800	0
LOAN PROCEEDS	1,593,000	2,123,000	530,000
OTHER REVENUES	1,593,000	2,123,000	530,000
INTEREST	2,000	100	(1,900)
INTEREST INCOME	2,000	100	(1,900)
LOMA LINDA CONNECTED COMM. PROGRAM	1,719,800	2,247,900	528,100
WATER FUND			
WATER SALES	3,740,000	3,740,000	0
UTILITY SERVICES (INV)	2,000	18,000	16,000
INSTALLATIONS	76,500	73,700	(2,800)
MISCELLANEOUS SERVICES	16,500	16,500	0
CHARGES FOR SERVICES	3,835,000	3,848,200	13,200
HYDRANT METER RENT	6,000	6,000	0
OTHER FEES	6,000	6,000	0
MISCELLANEOUS REVENUE	1,000	1,600	600
OTHER REVENUES	1,000	1,600	600
OPERATING REVENUES - TOTAL	3,842,000	3,855,800	13,800
INTEREST	23,000	23,000	0
FISCAL AGENT INTEREST	100	300	200
INTEREST INCOME	23,100	23,300	200
LEASE INCOME	30,100	31,600	1,500
RENTS AND LEASES	30,100	31,600	1,500

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
WATER FUND - Continued			
REFUNDS & REIMBURSEMENTS	20,000	20,000	0
REFUNDS & REIMBURSEMENTS	20,000	20,000	0
TRANSFERS IN	351,900	351,900	0
OPERATING TRANSFERS IN	351,900	351,900	0
NONOPERATING REVENUES - TOTAL	425,100	426,800	1,700
WATER FUND	4,267,100	4,282,600	15,500
ENTERPRISE FUNDS -TOTAL	8,319,600	8,863,200	543,600
 ENTERPRISE CAPITAL FUNDS			
SEWER FACILITIES			
INTEREST	11,000	11,000	0
INTEREST INCOME	11,000	11,000	0
DEVELOPMENT FEES	538,100	638,997	100,897
OTHER FEES	538,100	638,997	100,897
SEWER FACILITIES FUND	549,100	649,997	100,897
 WATER ACQUISITION			
WATER DEVELOPMENT FEES	472,900	883,777	410,877
CHARGES FOR SERVICES	472,900	883,777	410,877
INTEREST	15,000	15,000	0
CRA INTEREST ON LOANS	581,900	581,900	0
INTEREST INCOME	596,900	596,900	0
WATER ACQUISITION FUND	1,069,800	1,480,677	410,877
ENTERPRISE CAPITAL FUNDS - TOTAL	1,618,900	2,130,674	511,774
 SPECIAL REVENUE FUNDS			
TRAFFIC SAFETY			
PARKING CITATIONS	75,000	70,000	(5,000)
VEHICLE CODE FINES	74,000	74,000	0
FINES AND FORFEITS	149,000	144,000	(5,000)
TRAFFIC SAFETY FUND	149,000	144,000	(5,000)

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
SPECIAL REVENUE FUNDS - Continued			
GAS TAX			
S2107 & S2107.5	186,000	186,000	0
S2106	87,000	87,000	0
S2105	134,000	134,000	0
INTERGOVERNMENTAL	407,000	407,000	0
GAS TAX FUND	407,000	407,000	0
T.I.P. SALES TAX MEASURE			
T.I.P. SALES TAX	265,000	265,000	0
TAXES AND ASSESSMENTS	265,000	265,000	0
INTEREST	3,000	3,000	0
USE OF MONEY AND PROPERTY	3,000	3,000	0
T.I.P. SALES TAX MEASURE FUND	268,000	268,000	0
LANDSCAPE MAINTENANCE			
CURRENT ASSESSMENT	284,000	300,000	16,000
PRIOR YEAR ASSESSMENT	4,000	5,000	1,000
TAXES AND ASSESSMENTS	288,000	305,000	17,000
INTEREST ON INVESTMENTS	1,000	1,000	0
USE OF MONEY AND PROPERTY	1,000	1,000	0
TRANSFERS IN	0	10,300	10,300
OPERATING TRANSFERS IN	0	10,300	10,300
LANDSCAPE MAINTENANCE FUND	289,000	316,300	27,300
STREET LIGHTING			0
CURRENT ASSESSMENT	288,900	288,900	0
PRIOR YEAR ASSESSMENT	5,000	8,500	3,500
TAXES AND ASSESSMENTS	293,900	297,400	3,500
INTEREST ON INVESTMENTS	5,000	5,000	0
USE OF MONEY AND PROPERTY	5,000	5,000	0
STREET LIGHTING FUND	298,900	302,400	3,500

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
GRANT FUNDS			
AIR QUALITY MGMT DISTRICT (AQMD)			
INTEREST ON INVESTMENTS	300	300	0
USE OF MONEY AND PROPERTY	300	300	0
AB 2766	22,000	24,000	2,000
INTERGOVERNMENTAL	22,000	24,000	2,000
AIR QUALITY MGMT DISTRICT	22,300	24,300	2,000
ENVIRONMENTAL PROTECTION AGENCY FUND (EPA)			
GRANT FUND	85,000	1,500,300	1,415,300
INTERGOVERNMENTAL	85,000	1,500,300	1,415,300
COST SHARE - CITY	0	2,500	2,500
OTHER	0	2,500	2,500
ENVIRONMENTAL PROTECTION AGENCY FUND	85,000	1,502,800	1,417,800
FEDERAL/STATE CONSTRUCTION GRANTS			
FEDERAL - HBRR PROGRAM	4,551,500	304,000	(4,247,500)
INTERGOVERNMENTAL	4,551,500	304,000	(4,247,500)
FEDERAL/STATE CONSTRUCTION FUND	4,551,500	304,000	(4,247,500)
COMM. DEV. BLOCK GRANT (CDBG)			
CDBG GRANT	141,100	141,100	0
INTERGOVERNMENTAL	141,100	141,100	0
COMM. DEV. BLOCK GRANT	141,100	141,100	0
CITIZENS OPTION PUBLIC SAFETY (COPS)			
INTEREST ON INVESTMENT	1,000	1,000	0
USE OF MONEY AND PROPERTY	1,000	1,000	0
COPS AB3229	101,400	101,400	0
INTERGOVERNMENTAL	101,400	101,400	0
CITIZENS OPTION PUBLIC SAFETY	102,400	102,400	0

CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
GRANT FUNDS - Continued			
MISCELLANEOUS GRANTS FUND			
INTEREST ON INVESTMENT	700	700	0
USE OF MONEY AND PROPERTY	700	700	0
FEDERAL GRANTS	0	84,700	84,700
STATE GRANTS	9,700	9,700	0
CALIFORNIA HEALTHY CITIES	18,600	12,100	(6,500)
CHCC GRANT-CALIFORNIA	36,300	17,400	(18,900)
INTERGOVERNMENTAL	64,600	123,900	59,300
MISCELLANEOUS GRANTS FUND	65,300	124,600	59,300
GRANT FUNDS -TOTAL	4,967,600	2,199,200	(2,768,400)
SPECIAL REVENUE FUNDS - TOTAL	6,379,500	3,636,900	(2,742,600)
DEBT SERVICE FUNDS			
ASSESSMENT DISTR 72-1			
INTEREST	500	900	400
USE OF MONEY AND PROPERTY	500	900	400
ASSESSMENT DISTRICT 72-1 FUND	500	900	400
WATER BOND REDEMPTION			0
INTEREST ON INVESTMENTS	500	700	200
USE OF MONEY AND PROPERTY	500	700	200
WATER BOND REDEMPTION FUND	500	700	200
DEBT SERVICE FUNDS -TOTAL	1,000	1,600	600
CAPITAL PROJECT FUNDS			
PARK DEVELOPMENT			
INTEREST	500	500	0
USE OF MONEY AND PROPERTY	500	500	0
DEVELOPMENT FEES	526,500	926,300	399,800
DEVELOPER CONTRIBUTIONS	526,500	926,300	399,800
STATE GRANT	212,900	212,900	0
INTERGOVERNMENTAL	212,900	212,900	0
PARK DEVELOPMENT	739,900	1,139,700	399,800

CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
CAPITAL PROJECT FUNDS - Continued			
STORM DRAIN			
INTEREST	5,000	5,000	0
USE OF MONEY AND PROPERTY	5,000	5,000	0
DEVELOPMENT FEES	549,900	245,900	(304,000)
CHARGES FOR SERVICES	549,900	245,900	(304,000)
STORM DRAIN	554,900	250,900	(304,000)
TRAFFIC IMPACT			
INTEREST	1,700	1,700	0
USE OF MONEY AND PROPERTY	1,700	1,700	0
DEVELOPMENT FEES	62,900	346,700	283,800
DEVELOPER CONTRIBUTIONS	62,900	346,700	283,800
TRAFFIC IMPACT	64,600	348,400	283,800
FIRE CAPITAL			
INTEREST	100	100	0
USE OF MONEY AND PROPERTY	100	100	0
DEVELOPMENT FEES	20,200	24,600	4,400
CHARGES FOR SERVICES	20,200	24,600	4,400
FIRE CAPITAL	20,300	24,700	4,400
FIRE FACILITIES			
INTEREST	2,100	2,100	0
USE OF MONEY AND PROPERTY	2,100	2,100	0
DEVELOPMENT FEES	51,700	114,300	62,600
DEVELOPER CONTRIBUTIONS	51,700	114,300	62,600
FIRE FACILITIES	53,800	116,400	62,600
GENERAL FACILITIES			
INTEREST	500	500	0
USE OF MONEY AND PROPERTY	500	500	0
DEVELOPMENT FEES	74,700	286,400	211,700
DEVELOPER CONTRIBUTIONS	74,700	286,400	211,700
GENERAL FACILITIES	75,200	286,900	211,700

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
CAPITAL PROJECT FUNDS - Continued			
PUBLIC MEETING FACILITIES			
INTEREST	0	100	100
USE OF MONEY AND PROPERTY	0	100	100
DEVELOPMENT FEES	0	31,000	31,000
DEVELOPER CONTRIBUTIONS	0	31,000	31,000
PUBLIC MEETING FACILITIES	0	31,100	31,100
PUBLIC LIBRARY FACILITIES			
INTEREST	0	100	100
USE OF MONEY AND PROPERTY	0	100	100
DEVELOPMENT FEES		23,500	23,500
DEVELOPER CONTRIBUTIONS	0	23,500	23,500
PUBLIC LIBRARY FACILITIES	0	23,600	23,600
SPECIAL PROJECTS			
INTEREST	12,000	12,000	0
USE OF MONEY AND PROPERTY	12,000	12,000	0
SPECIAL PROJECTS	12,000	12,000	0
CAPITAL PROJECT FUNDS -TOTAL	3,139,600	4,364,374	1,224,774
TOTAL CITY REVENUES	29,977,300	29,385,174	(592,126)
PUBLIC FINANCING AUTHORITY			
INTEREST	0	100	100
INTEREST FROM FISCAL AGENT	0	16,000	16,000
USE OF MONEY AND PROPERTY	0	16,100	16,100
TRANSFERS IN	0	979,700	979,700
OPERATING TRANSFERS IN	0	979,700	979,700
TOTAL PUBLIC FINANCING AUTHORITY REVENUE	0	995,800	995,800

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
PROJECT AREA #1 - DEBT SERVICE FUND			
DEBT SERVICE AREA 1			
TAX INCREMENT	2,278,800	2,278,800	0
TAXES AND ASSESSMENTS	2,278,800	2,278,800	0
INTEREST	4,300	4,300	0
USE OF MONEY AND PROPERTY	4,300	4,300	0
LOAN PROCEEDS	399,700	399,700	0
PROCEEDS OF LONG TERM DEBT	399,700	399,700	0
DEBT SERVICE AREA 1	2,682,800	2,682,800	0
PROJECT AREA #1 - DEBT SERVICE FUNDS	2,682,800	2,682,800	0
PROJECT AREA #1 - CAPITAL PROJECTS FUNDS			
PROJECT AREA #1-OPERATIONS FUND			
INTEREST	60,000	60,000	0
USE OF MONEY AND PROPERTY	60,000	60,000	0
LOAN PROCEEDS	1,050,000	1,050,000	0
PROCEEDS OF LONG TERM DEBT	1,050,000	1,050,000	0
PROJECT AREA #1-OPERATIONS FUND	1,110,000	1,110,000	0
PROJECT AREA #1-LOW-MOD HOUSING			
TAX INCREMENT	569,700	569,700	0
TAXES AND ASSESSMENTS	569,700	569,700	0
INTEREST	6,000	6,000	0
HOUSING LOAN & OPA INTEREST	5,800	5,800	0
RENTAL INCOME	72,700	72,700	0
USE OF MONEY AND PROPERTY	84,500	84,500	0
TRANSFERS IN	772,000	1,257,000	485,000
OPERATING TRANSFER IN	772,000	1,257,000	485,000
PROJECT AREA #1-LOW-MOD HOUSING	1,426,200	1,911,200	485,000
PROJECT AREA #1-IN LIEU LOW-MOD HOUSING			
INTEREST	12,000	12,000	0
USE OF MONEY AND PROPERTY	12,000	12,000	0
HOUSING IN LIEU FEES	2,636,100	2,012,200	(623,900)
MISCELLANEOUS	2,636,100	2,012,200	(623,900)
PROJECT AREA #1-IN LIEU LOW-MOD HOUSING	2,648,100	2,024,200	(623,900)
PROJECT AREA #1 - CAPITAL PROJECTS FUNDS	5,184,300	5,045,400	(138,900)
REDEVELOPMENT AREA 1	7,867,100	7,728,200	(138,900)

**CITY OF LOMA LINDA
MID-YEAR REVENUE REVISIONS FOR FISCAL YEAR 2004/2005**

	BUDGET 2004-2005	REVISED 2004-2005	NET CHANGE 2004-2005
PROJECT AREA #2 - DEBT SERVICE FUNDS			
DEBT SERVICE AREA 2			
TAX INCREMENT	475,600	639,000	163,400
TAXES AND ASSESSMENTS	475,600	639,000	163,400
INTEREST	1,000	1,000	0
USE OF MONEY AND PROPERTY	1,000	1,000	0
LOAN PROCEEDS	792,300	792,300	0
OPERATING TRANSFER IN	792,300	792,300	0
DEBT SERVICE AREA 2	1,268,900	1,432,300	163,400
PROJECT AREA #2 - DEBT SERVICE FUNDS	1,268,900	1,432,300	163,400
PROJECT AREA #2 - CAPITAL PROJECTS FUNDS			
PROJECT AREA #2-OPERATIONS FUND			
INTEREST	6,000	6,000	0
USE OF MONEY AND PROPERTY	6,000	6,000	0
LOAN PROCEEDS	150,000	150,000	0
PROCEEDS OF LONG TERM DEBT	150,000	150,000	0
PROJECT AREA #2-OPERATIONS FUND	156,000	156,000	0
LOW-MOD HOUSING AREA 2			
TAX INCREMENT	119,000	160,000	41,000
TAXES AND ASSESSMENTS	119,000	160,000	41,000
INTEREST	3,000	3,000	0
USE OF MONEY AND PROPERTY	3,000	3,000	0
TRANSFERS IN	570,000	240,000	(330,000)
OPERATING TRANSFER IN	570,000	240,000	(330,000)
LOW-MOD HOUSING AREA 2	692,000	403,000	(289,000)
PROJECT AREA #2 - CAPITAL PROJECTS FUNDS	848,000	559,000	(289,000)
REDEVELOPMENT AREA 2	2,116,900	1,991,300	(125,600)
INLAND VALLEY DEVELOPMENT AGENCY - LOW-MOD HOUSING			
TAX INCREMENT	52,000	52,000	0
TAXES AND ASSESSMENTS	52,000	52,000	0
INTEREST	1,000	1,000	0
USE OF MONEY AND PROPERTY	1,000	1,000	0
IVDA - LOW-MOD HOUSING FUND	53,000	53,000	0
REDEVELOPMENT AGENCY	10,037,000	9,772,500	(264,500)
CITY, PUBLIC FINANCING AUTHORITY			
AND REDEVELOPMENT TOTAL	40,014,300	40,153,474	139,174

**DETAIL LISTING OF EXPENDITURE
CHANGES REQUESTED**

City of Loma Linda
Mid-Year Budget Review
Proposed Expenditure Changes
Fiscal Year 2004-2005

Accounts	Original Budget	Budget Changes		New Proposed Budget	Description
		Increase	Decrease		
General Fund					
01-1400-1830	25,800	11,300		37,100	Increase banking charges associated with Credit Card acceptance and automatic payment processing;Temporary Personnel
01-1600-1840	2,000	18,000		20,000	Increase in Legal Service - City Attorney attending Planning Commission/Reviews
01-1650-1820	816,200	97,600		913,800	Additional Wildan charges due to permitting activity
01-1940-0900	2,500	5,100		7,600	Unanticipated Unemployment Insurance Benefits
01-1940-1890	995,800	10,300		1,006,100	Cash Transfer to LMD to cover operating expenditures
01-2110-8220	7,500	4,100		11,600	FEMA grant received and will be spent
01-3030-1300	45,000	40,000		85,000	Repairs & Maint. Of Traffic controller at Campus; Repalcement of damaged street names at various locations
01-3030-1630	1,000	1,000		2,000	Increase in Fuel Costs
01-3030-1820	5,200	5,800		11,000	Design of Traffic Signal at Campus & Prospect
01-3100-1630	400	400		800	Increase in Fuel Costs
01-3200-1630	6,000	3,000		9,000	Increase in Fuel Costs
01-3400-1310	39,000	11,000		50,000	Repair of North side Fountain
01-3600-1830	1,768,000	4,100		1,772,100	Increase banking charges associated with Credit Card acceptance and automatic payment processing;Temporary Personnel
01-4200-1420	4,500	4,000		8,500	Park Maintenance Expenditures - Grant Funds
	3,718,900	215,700	-	3,934,600	

General Fund Net Increase **215,700**

Sewer Fund					
05-3500-1620	1,500	300		1,800	Increase Uniform and Safety Equipment Costs
05-3500-1630	3,500	1,000		4,500	Increase in Fuel Costs
05-3500-1830	1,524,600	5,800		1,530,400	Increase banking charges associated with Credit Card acceptance and automatic payment processing; Temporary Personnel
05-3500-1900	327,700	5,900		333,600	Overhead Increase due to expenditure increase
05-3500-8240	-	16,000		16,000	Security System at Corp Yard (Split between Water and Sewer) and Utility Payment Drop Box.
05-3500-8250	20,000	10,000		30,000	Repair of Block Wall at Corp Yard (Split between Water and Sewer)
	1,877,300	39,000	-	1,916,300	

Sewer Fund Net Increase **39,000**

Loma Linda Connected Communities Program					
40-5900-8500	828,700	530,000		1,358,700	Infrastructure - Quad 1 Phase 2 fiber optic backbone

Loma Linda Connected Comm. Prog. Net Increase **530,000**

Water Fund					
65-7000-1830	43,200	7,300		50,500	Increase banking charges associated with Credit Card acceptance and automatic payment processing; Temporary Personnel
65-7000-1900	206,600	6,800		213,400	Overhead Increase due to expenditure increase
65-7000-1925	75,000	3,500		78,500	Unbudgeted Letter of Credit Cost
65-7000-8240	-	16,000		16,000	Security System at Corp Yard (Split between Water and Sewer) and Utility Payment Drop Box.
65-7000-8250	20,000	10,000		30,000	Repair of Block Wall at Corp Yard (Split between Water and Sewer)
65-7010-1900	315,800	2,400		318,200	Overhead Increase due to expenditure increase
65-7020-1300	60,000	30,000		90,000	Additional Maintenance cost of the Water Distribution System and Welding Supplies
65-7020-1900	101,200	8,000		109,200	Overhead Increase due to expenditure increase
65-7030-1900	30,600	12,800		43,400	Overhead Increase due to expenditure increase
65-7030-8220	70,000	70,000		140,000	Purchase of meters for new construction projects.
	922,400	166,800	-	1,089,200	

Water Fund Net Increase **166,800**

City of Loma Linda
Mid-Year Budget Review
Proposed Expenditure Changes
Fiscal Year 2004-2005

Accounts	Original	Budget Changes		New Proposed	Description
	Budget	Increase	Decrease	Budget	
Water Acquisition Fund					
38-7200-1900	146,400	10,900		157,300	Overhead Increase due to expenditure increase
Water Acquisition Net Increase				10,900	
Special Revenue Funds					
06-6300-1890	149,000		(5,000)	144,000	Reduction of transfer outs corresponding to reduction of revenues
10-5360-1900	1,100	100		1,200	Overhead Increase due to expenditure increase
10-5360-8210	21,000	12,500		33,500	Increase cost of Alternative Fuel Vehicle
25-7300-0010	-	1,700		1,700	Increase Salaries for City's match of grant funds
25-7300-0500	-	600		600	Increase benefits for City's match of grant funds
25-7300-1935	-	200		200	Increase City's match of services - non monetary increase since this is Redlands & Cty of San Bernardino's portion
25-7300-1830	123,300	30,000		153,300	Increase Contractual Service Costs for EPA Grant Funded Expenditures
25-7300-8260	-	1,347,000		1,347,000	Increase Property Acquisition for San Timoteo Creek Rehab per EPA grant agreement
28-3300-8500	4,553,000		(4,453,000)	100,000	Project will not take place in FY 05.
35-5430-1890	101,900		(25,900)	76,000	Expenditures previously budgeted in General Fund
35-5430-8220	-	112,000		112,000	Surveillance equipment for parks - paid partially by COPS
37-5360-1410	-	300		300	Grant Funds not spent in previous FY
37-5360-1670	-	200		200	Grant Funds not spent in previous FY
37-5360-1820	-	150		150	Grant Funds not spent in previous FY
37-5360-1870	-	2,150		2,150	Grant Funds not spent in previous FY
37-5360-8210	-	1,500		1,500	Grant Funds not spent in previous FY
37-5360-8220	9,500	44,100		53,600	Grant Funds not spent in previous FY
37-5360-8240	-	7,400		7,400	Grant Funds not spent in previous FY
37-5361-1500	800		(400)	400	Grant Funds will not be fully spent
37-5361-1540	5,500		(3,500)	2,000	Grant Funds will not be fully spent
37-5361-1680	1,800		(1,000)	800	Grant Funds will not be fully spent
37-5361-1810	800		(600)	200	Grant Funds will not be fully spent
37-5361-1830	1,600		(1,000)	600	Grant Funds will not be fully spent
37-5362-1110	1,200		(600)	600	Grant Funds will not be fully spent
37-5362-1500	3,500		(3,000)	500	Grant Funds will not be fully spent
37-5362-1540	6,300		(4,300)	2,000	Grant Funds will not be fully spent
37-5362-1680	3,500		(2,000)	1,500	Grant Funds will not be fully spent
37-5362-1810	4,500		(3,000)	1,500	Grant Funds will not be fully spent
37-5362-1830	8,800		(6,000)	2,800	Grant Funds will not be fully spent
71-5200-1900	53,300	100		53,400	Overhead Increase due to expenditure increase
72-5100-1900	49,300	7,900		57,200	Overhead Increase due to expenditure increase
72-5100-8500	60,000	44,200		104,200	Replacement of Conduit on median at Barton Rd. from Anderson St. to Campus St.
	5,159,700	1,612,100	(4,509,300)	2,262,500	

Special Revenues Funds Net decrease (2,897,200)

Capital Funds					
04-5320-8250	180,000	16,000		196,000	Edison Easement Park - Lawton Ave. to north end.
04-5320-1900	66,000	3,200		69,200	Overhead Increase due to expenditure increase
	246,000	19,200	-	265,200	

Capital Funds Net Increase 19,200

Debt Service Funds					
21-7100-1910	-	30,000		30,000	Increase bond principal coupons redemption.

Debt Service Funds Net Increase 30,000

City of Loma Linda
Mid-Year Budget Review
Proposed Expenditure Changes
Fiscal Year 2004-2005

Accounts	Original Budget	Budget Changes		New Proposed Budget	Description
		Increase	Decrease		
Public Financing Authority					
50-7500-1820	-	2,300		2,300	Did not previously budget for arbitrage calculation
50-7500-1910	-	675,000		675,000	Did not previously budget for principal and interest payments
50-7500-1920	-	320,800		320,800	Did not previously budget for principal and interest payments
	-	998,100	-	998,100	
Public Financing Authority - Debt Service Net Increase				998,100	
Redevelopment Agency					
77-1800-1830	76,100	1,400		77,500	Increase Temporary Personnel
77-1800-1850	148,700	101,700		250,400	ERAF - Increase per State Budget Takeaways
79-1800-1540	400	400		800	Office Supplies Increase
79-1800-1900	165,900	500		166,400	Overhead Increase due to expenditure increase
03-5380-1890	1,290,000	155,000		1,445,000	Increase Transfers Out to Low-Mod Housing projects
	1,681,100	259,000	-	1,940,100	
Project Area 1 Capital and Low-Mod Housing Funds Net Increase				259,000	
87-1800-1830	9,200	1,400		10,600	Increase Temporary Personnel
87-1800-1850	37,200	25,400		62,600	ERAF - Increase per State Budget Takeaways
89-1800-8840	400,000		(10,000)	390,000	Transfer for Weed Abatement from property Acquisition
89-1800-1885	9,000	10,000		19,000	Transfer for Weed Abatement from property Acquisition
89-1800-1900	68,800		(28,300)	40,500	Overhead decrease due to expenditure reductions
89-1800-8840	400,000		(260,000)	140,000	Reduce Bryn Mawr Affordable Housing project
	924,200	36,800	(298,300)	662,700	
Project Area 2 Capital and Low-Mod Housing Funds Net Increase				(261,500)	
88-1800-1920	896,500	11,900		908,400	Increase of interest due to City for RDA loans
Project Area 2 Debt Service Fund Net Increase				11,900	

**MID-YEAR SUMMARY OF
EXPENDITURES
AND
NET CHANGES**

CITY OF LOMA LINDA
MID-YEAR EXPENDITURE REVISIONS FOR FISCAL YEAR 2004/2005

FUND-DEPT	BUDGET 2004/2005	REVISED 2004/2005	NET CHANGES
GENERAL FUND			
ADMINISTRATION			
CITY COUNCIL	71,100	71,100	-
COMM. PROMOTIONS	-	-	-
CITY CLERK	88,600	88,600	-
CITY MANAGER	157,200	157,200	-
FINANCE	317,100	328,400	11,300
INFORMATION SYSTEMS	83,500	83,500	-
GENERAL GOVERNMENT	1,449,900	1,465,300	15,400
FACILITIES MAINTENANCE	177,800	188,800	11,000
REFUSE	1,819,400	1,823,500	4,100
RECYCLING	46,200	46,200	-
SENIOR CENTER	33,300	33,300	-
ADMINISTRATION	4,244,100	4,285,900	41,800
COMMUNITY DEVELOPMENT			
PLANNING	401,850	419,850	18,000
BUILDING & SAFETY	924,700	1,022,300	97,600
CODE ENFORCEMENT	94,280	94,280	-
COMMUNITY DEVELOPMENT	1,420,830	1,536,430	115,600
PUBLIC SAFETY			
POLICE SERVICES	1,938,000	1,938,000	-
CODE ENFORCEMENT	-	-	-
PARKING CONTROL	140,789	140,789	-
FIRE PREVENTION	199,829	199,829	-
FIRE & RESCUE SERVICES	2,776,320	2,780,420	4,100
DISASTER PREP.	107,702	107,702	-
ANIMAL REGULATION	73,580	73,580	-
PUBLIC SAFETY	5,236,220	5,240,320	4,100
PUBLIC WORKS			
TRAFFIC SAFETY	205,000	251,800	46,800
ENGINEERING	200,000	200,400	400
STREET MAINTENANCE	500,000	503,000	3,000
PARKS MAINTENANCE	476,900	480,900	4,000
VEHICLE MAINTENANCE	-	-	-
PUBLIC WORKS	1,381,900	1,436,100	54,200
TOTAL - GENERAL FUND TOTAL	12,283,050	12,498,750	215,700

CITY OF LOMA LINDA
MID-YEAR EXPENDITURE REVISIONS FOR FISCAL YEAR 2004/2005

FUND-DEPT	BUDGET 2004/2005	REVISED 2004/2005	NET CHANGES
ENTERPRISE OPERATIONS FUNDS			
SEWER OPERATIONS			
SEWER	2,627,500	2,666,500	39,000
SEWER OPERATIONS	2,627,500	2,666,500	39,000
LL CONNECTED COMMUNITIES			
LL CONNECTED COMM.	1,719,800	2,249,800	530,000
LL CONNECTED COMMUNITIES	1,719,800	2,249,800	530,000
WATER OPERATIONS			
WATER ADMINISTRATION	2,332,000	2,375,600	43,600
WATER PRODUCTION	2,133,800	2,136,200	2,400
WATER TRANS. & DIST.	695,000	733,000	38,000
WATER METERS	208,800	291,600	82,800
WATER OPERATIONS	5,369,600	5,536,400	166,800
TOTAL - ENTERPRISE OPER. FUNDS	9,716,900	10,452,700	735,800
ENTERPRISE CAPITAL FUNDS			
SEWER FACILITIES			
SEWER FACILITIES	581,600	581,600	-
SEWER FACILITIES	581,600	581,600	-
WATER ACQUISITION			
WATER ACQUISITION	1,396,900	1,407,800	10,900
WATER ACQUISITION	1,396,900	1,407,800	10,900
TOTAL - ENTERPRISE CAPITAL FUNDS	1,978,500	1,989,400	10,900
SPECIAL REVENUE FUNDS			
TRAFFIC SAFETY	149,000	144,000	(5,000)
GAS TAX	407,000	407,000	-
MEASURE "I"	395,700	395,700	-
LANDSCAPE MAINTENANCE	359,200	359,300	100
STREET LIGHTING	335,000	387,100	52,100
TOTAL - SPECIAL REVENUE FUNDS	1,645,900	1,693,100	47,200
GRANT FUNDS			
AIR QUALITY MGMT DISTRIB	33,800	46,400	12,600
JUSTICE DEPT GRANT	-	-	-
EPA GRANT FUND	123,300	1,502,800	1,379,500
FEDERAL/STATE CONSTRUCT	4,553,000	100,000	(4,453,000)
TRAFFIC CONGESTION RELIEF	-	-	-
COMM. DEV. BLOCK GRANT	141,000	141,000	-
C.O.P.S. P.S. GRANT	101,900	188,000	86,100
MISCELLANEOUS	9,700	65,500	55,800

CITY OF LOMA LINDA
MID-YEAR EXPENDITURE REVISIONS FOR FISCAL YEAR 2004/2005

FUND-DEPT	BUDGET 2004/2005	REVISED 2004/2005	NET CHANGES
GRANT FUNDS - Continued			
CALIFORNIA HEALTHY CITIZENSHIP	18,600	12,100	(6,500)
CHCC - CA NUTRITION	36,300	17,400	(18,900)
TOTAL - GRANT FUNDS	5,017,600	2,073,200	(2,944,400)
DEBT SERVICE FUNDS			
1978 WATER BONDS	-	30,000	30,000
TOTAL - DEBT SERVICE FUNDS	-	30,000	30,000
CAPITAL PROJECTS FUNDS			
PARK DEVELOPMENT	396,000	415,200	19,200
STORM DRAIN CAPITAL	123,400	123,400	-
TRAFFIC IMPACT	141,000	141,000	-
FIRE CAPITAL	-	-	-
FIRE FACILITIES	-	-	-
GENERAL FACILITIES	39,900	39,900	-
SPECIAL PROJECTS	463,000	463,000	-
TOTAL - CAPITAL PROJECTS FUNDS	1,163,300	1,182,500	19,200
TOTAL - CITY GRAND	31,805,250	29,919,650	(1,885,600)
PUBIC FINANCING AUTHORITY			
DEBT SERVICE	-	998,100	998,100
TOTAL - PUBIC FINANCING AUTHORITY	-	998,100	998,100

CITY OF LOMA LINDA
MID-YEAR EXPENDITURE REVISIONS FOR FISCAL YEAR 2004/2005

FUND-DEPT	BUDGET 2004/2005	REVISED 2004/2005	NET CHANGE
PROJECT AREA #1			
DEBT SERVICE FUNDS			
76 - 1800 SPECIAL FUND AREA 1	-	-	-
78 - 1800 DEBT SERVICE 1	2,645,200	2,645,200	-
DEBT SERVICE FUNDS	2,645,200	2,645,200	-
CAPITAL PROJECTS FUNDS			
77 - 1800 PROJECT AREA 1	5,430,000	5,533,100	103,100
03 - 5380 IN-LIEU HOUSING FUND	1,290,000	1,445,000	155,000
79 - 1800 LOW-MOD 1	1,678,400	1,679,300	900
CAPITAL PROJECTS FUNDS	8,398,400	8,657,400	259,000
TOTAL - PROJECT AREA #1	11,043,600	11,302,600	259,000
PROJECT AREA #2			
DEBT SERVICE FUNDS			
86 - 1800 SPECIAL FUND AREA 2	-	-	-
88 - 1800 DEBT SERVICE 2	1,269,600	1,281,500	11,900
DEBT SERVICE FUNDS	1,269,600	1,281,500	11,900
CAPITAL PROJECTS FUNDS			
87 - 1800 PROJECT AREA 2	231,100	257,900	26,800
89 - 1800 LOW-MOD 2	696,800	408,500	(288,300)
CAPITAL PROJECTS FUNDS	927,900	666,400	(261,500)
TOTAL - PROJECT AREA #2	2,197,500	1,947,900	(249,600)
INLAND VALLEY DEVELOPMENT AGENCY LOW-MOD HOUSING			
99 - 1800 LOW-MOD IVDA	52,000	52,000	-
TOTAL - IVDA CAPITAL PROJECTS	52,000	52,000	-
TOTAL - REDEVELOPMENT	13,293,100	13,302,500	9,400

**SUMMARY OF AVAILABLE RESOURCES
AND PROPOSED USES OF BUDGET
RESOURCES**

**FISCAL YEAR 2004/2005
MID-YEAR BUDGET REVIEW**

CITY OF LOMA LINDA
SUMMARY OF AVAILABLE RESOURCES AND PROPOSED USES OF BUDGET RESOURCES
FISCAL YEAR 2004-2005 MID-YEAR REVIEW

FUND	JULY 1, 2004 BEGINNING AVAILABLE CASH BALANCE	ESTIMATED REVENUES AND OTHER RESOURCES AVAILABLE				ESTIMATED AVAILABLE RESOURCES FOR BUDGET PURPOSES	PROPOSED EXPENDITURES AND OTHER USES OF RESOURCES				TOTAL USE & DESIGNATION OF RESOURCES	JUNE 30, 2005 ESTIMATED ENDING AVAILABLE CASH BALANCE
		ESTIMATED REVENUE	TRANSFERS INCOME	LOANS REPAYMENT	NEW(IN)		PROPOSED EXPENDITURES	TRANSFERS	LOANS REPAYMENT	NEW(OUT)		
01 GENERAL FUND	1,500,800	11,433,800	1,090,000			14,024,600	11,480,550	1,040,000	125,000		12,654,550	1,370,050
-- GENERAL FUND RESERVE	2,000,000					2,000,000						2,000,000
-- CAPITAL EQUIPMENT REPLACEMENT	50,000		50,000			100,000						100,000
ENTERPRISE FUNDS												
05 SEWER UTILITY	685,000	2,332,700				3,017,700	2,469,300				2,469,300	548,400
40 LL CONNECTED COMMUNITIES	46,600	124,900			2,123,000		2,294,500				2,294,500	44,700
65 WATER UTILITY OPERATIONS	2,763,500	3,930,700	351,900	125,000		7,171,100	4,598,300			1,061,000	5,659,300	1,511,800
SPECIAL ASSESSMENT DISTRICTS												
71 LANDSCAPE MAINT DISTRICT	43,000	306,000	10,300			359,300	359,300				359,300	0
72 STREET LIGHTING ASSESSMENT DIST.	509,600	302,400				872,000	387,100				387,100	484,900
GRANTS												
10 AQMD FEES	30,500	24,300				54,800	46,400				46,400	8,400
22 LOCAL LAW ENFORCEMENT GRANT	0	0				0	0				0	0
25 EPA GRANT FUND	41,900	1,502,800				1,544,700	1,502,800				1,502,800	41,900
28 FEDERAL/STATE CONST. GRANTS	2,600	304,900				306,600	100,000			206,600	306,600	0
29 TRAFFIC CONGESTION RELIEF GRANT	0	0				0	0				0	0
32 COMMUNITY DEV BLOCK GRANT	0	141,100				141,100	141,000				141,000	100
35 CITIZENS' OPTION PUBLIC SAFETY	166,500	102,400				268,900	112,000	76,000			188,000	80,900
37 GRANT FUND	42,300	124,600				166,900	65,500				65,500	101,400
REDEMPTION FUNDS												
20 SEWER ASSESSMENT DIST 72-1	51,200	900				52,100	0				0	52,100
21 1978 WATER BONDS	47,000	700				47,700	30,000				30,000	17,700
CAPITAL FUNDS												
04 PARKS DEVELOPMENT	427,000	1,139,700				1,566,700	415,200				415,200	1,151,500
08 MEASURE "I"	227,000	268,000				495,000	395,700				395,700	99,300
09 STORM DRAIN	372,500	250,900				623,400	123,400				123,400	500,000
12 TRAFFIC IMPACT	123,000	348,400				471,400	141,000				141,000	330,400
13 FIRE CAPITAL	2,900	24,700				27,600	0				0	27,600
15 FIRE FACILITIES	186,700	116,400				303,100	0				0	303,100
16 GENERAL FACILITIES	17,300	286,900				304,200	39,900				39,900	264,300
17 SEWER CAPITAL FACILITIES	971,600	650,000				1,621,600	581,600				581,600	1,040,000
18 PUBLIC MEETING FACILITIES	0	31,100				31,100	0				0	31,100
19 PUBLIC LIBRARY FACILITIES	0	23,600				23,600	0				0	23,600
38 WATER CAPITAL ACQUISITION	2,255,600	1,480,700		1,390,000	581,900	5,708,200	1,055,900	351,900		2,312,900	3,720,700	1,987,500
43 SPECIAL PROJECTS	1,086,000	12,000		831,600	610,100	2,539,700	0	463,000		1,141,100	1,604,100	935,600
SPECIAL REVENUES FUNDS												
06 TRAFFIC SAFETY	0	144,000				144,000	0				144,000	0
07 GAS TAX	0	407,000				407,000	0				407,000	0
TOTAL CITY	13,710,100	25,814,700	1,502,200	2,346,600	3,315,000	46,688,600	26,303,750	2,481,900	331,600	4,515,000	33,832,250	13,866,350
LOMA LINDA REDEVELOPMENT AGENCY												
50 PUBLIC FINANCING AUTHORITY	2,300	16,100	979,700			998,100	998,100				998,100	0
PROJECT AREA #1												
77 CRA AREA 1 PROJECT	6,088,800	60,000		300,000	1,050,000	7,498,800	5,533,100				5,533,100	1,965,700
78 CRA AREA 1 DEBT SERVICE	61,000	2,282,100			399,700	2,743,800	855,500			1,300,000	399,700	98,600
03 HOUSING IN LIEU	69,700	2,024,200				2,093,900				1,445,000	1,445,000	648,900
79 CRA AREA 1 LOW-MOD HOUSING	1,900	654,200	1,257,000		400,000	2,311,100	1,679,300			630,800	2,309,300	3,800
PROJECT AREA #2												
87 CRA AREA 2 PROJECT	717,800	6,000			150,000	873,800	257,900				257,900	615,900
88 CRA AREA 2 DEBT SERVICE	38,500	640,000			792,300	1,470,800	194,200			792,300	1,281,500	189,300
89 CRA AREA 2 LOW-MOD HOUSING	34,300	163,000	240,000			437,300	437,100				437,100	200
INLAND VALLEY DEVELOPMENT AGENCY LOW-MOD HOUSING												
99 LVDA AREA LOW-MOD HOUSING	2,100	53,000				55,100	0				52,000	3,100
TOTAL REDEVELOPMENT AGENCY	7,014,100	5,883,500	1,497,000	300,000	2,792,000	17,486,600	8,957,100	1,497,000	2,315,000	1,192,600	13,961,100	3,525,500
GRAND TOTAL												
	20,726,500	31,714,300	3,978,900	2,646,600	6,107,000	65,173,300	36,258,950	3,978,900	2,646,600	5,707,000	48,591,450	16,581,850



NOTES: * To reconcile this cash schedule of resources & uses of resources with total city expenditures, non-cash sewer & water depreciation expenses (\$1,115,300) and Bad Debt Expenditures (\$500) must be added back to proposed expenditures plus transfer expenditures. ** Interfund agency loans should be excluded because they are repayable uses of cash rather than expenditures. *** Interfund agency loan "resources" include both prior loans made that are being repaid and new additional borrowing budget to occur during the current budget period. Interfund agency loan "uses" include both repayments of prior borrowing and new additional loans to be made (paid out) during the current budget period.



City of Loma Linda Official Report

TO: City Council

VIA: Dennis Halloway, City Manager

FROM: Diana De Anda, Finance Director 
Sonia Fabela, Accounting Manager 

SUBJECT: Change payroll companies and award Payroll Service Contract

RECOMMENDATION

After extensive analysis and consideration, staff recommends a change of current payroll company and awarding the payroll service contract to ADP. It is also recommended that \$4,661 be appropriated to the current amount budgeted for payroll services for FY 2004-2005.

BACKGROUND

As the City grows and technology improves, the need for a more efficient and advanced payroll system arises. In accordance with the City's Municipal code, staff requested informal bids from three payroll providers. ADP, Payroll Link, Inc., and Computer Payroll Company submitted their proposals as well as demonstrated their system to Finance staff.

ANALYSIS

The attached exhibit A demonstrates the monetary comparison of these three payroll companies. Although all three companies offer similar services and ADP was not the lowest quote, staff believes ADP is the best selection for the following reasons:

- Web Access - ADP offers accessibility to employee's own information through web access and it is available for all employees. Both Payroll Link, Inc. and Computer Payroll Company (CPC) offered access to timesheet inputting through the City's network but only for 15 users.
- Time and Attendance - All three companies offer a time & attendance capability that would eliminate redundant input of timesheet data by the payroll clerk. Payroll Link, Inc. offers this feature however it is limited to 15 users. CPC does not have an integrated time & attendance system therefore the purchase of a separate system would be necessary and would allow inputting by only 15 users. The cost of the additional system amortized over 5 years brought CPC's annual costs higher than the other two companies. ADP offers an integrated system that allows all employees to input their own timesheets that can be

routed to the supervisors for approval and to the payroll clerk for verification and final processing. ADP's web-based time and attendance will improve the efficiency of the payroll process.

- History availability – Through the web access offered by ADP, each employee will be able to obtain a copy of lost pay stubs for current and previous pay dates as well as detailed pay history. The other two companies offered access to historical data only to the payroll clerk.
- Automation – Currently the City has a couple of payroll tasks that are being done manually that could be done automatically. ADP is the only one out of the three companies that will be able to provide a custom paid leave report that generates on a bi-weekly basis and updates automatically on a monthly basis. The second task is compiling a journal entry that will post payroll costs to the core accounting system. All three companies have the capability of providing an automated entry and an upload file that can interface with the City's accounting system. ADP is the only company that can implement this upload process by the second payroll after conversion.
- Functionality – Overall, ADP's system was more functional and user friendly than the other two systems.

ENVIRONMENTAL

None.

FINANCIAL IMPACT

Annually, the contract with ADP will be for \$11,758, an increase of \$3,646 over the current payroll provider. For FY 2004-2005, a supplemental appropriation to account number 01-1400-1830 in the amount of \$4,661 is necessary. This amount has been included in the mid-year budget review.

Payroll Companies Annual Cost Comparison

	Payroll Link	ADP	CPC
Bi-Weekly fees	304.25	360.05	353.05
Monthly fees		157.31	
Quarterly fees		25.00	
Yearly fees	480.00	409.25	300.25
Less Time and Attendance		(3,000.00)	
Annual Cost	8,390.50	8,758.27	9,479.55
Time & Attendance	15 Users	All Employees	15 Users
Processing Fee	1,118.00	3,000.00	
Software & Install			10,590.99 *
Annual Maint Fee			1,495.00
One time 90 day Maint Contract Adj			(368.63)
Total Time & Attendance if purchased			11,717.36
Annual Cost with T&A Maint fee	9,508.50	11,758.27	13,092.75 *
Increase in Price	1,396.18	3,645.95	4,980.43
Implementation cost	600.00	0.00	895
Interface for online Tsheets	100.00		
License Fees		1,750.00	
G/L interface File		2,000.00	
Total one-time fees for implementation	700.00	3,750.00	895.00

Additional benefits

Upload File to G/L	yes	yes	yes
Time & Attendance	yes	yes	yes
paystub avail on web	no	yes	yes
CD-Rom reports	yes \$6 per PP	yes	yes

Based on the above information - ADP is the best fit for the City.

Increase in Budget for FY 2004-2005

Annual Fees	911.49
One-time implementation fees	3,750.00
	4,661.49

Total Payroll fees for FY 2005-2006

11,758.27

* Total purchase costs for the Time and Attendance system amortized over 5 years.



City of Loma Linda Official Report

Karen Gaio Hansberger, Mayor
Floyd Petersen, Mayor pro tempore
Robert Christman, Councilmember
Stan Brauer, Councilmember
Robert Ziprick, Councilmember

COUNCIL AGENDA: February 8, 2005

TO: City Council

VIA: Dennis R. Halloway, City Manager

FROM: James Hettrick, Information Systems Director *WJK*

SUBJECT: Loma Linda Connected Community Program – Request for Loan from the Water Operations Fund (65) to the LLCCP Fund (40) and Appropriate Loan Proceeds.

RECOMMENDATION

The recommendation is that the City Council approve a loan from the Water Operations Fund for the amount of \$530,000 to the Loma Linda Connected Community Program and the appropriation of loan proceeds.

BACKGROUND

Staff has long been interested in developing and establishing a program that would promote telecommunications in the City and support the resident's use of advancements in the industry. The reasons for this are obvious. Loma Linda is a diverse and unique community with strong ties to its religious, educational and healing arts roots. It is the home of the Loma Linda University, Loma Linda University Medical Center, Loma Linda University Children's Hospital, Loma Linda University Community Hospital, and Jerry L. Pettis Memorial Veterans Medical Center. Local residents tend to be fairly well educated and many have undergraduate degrees. A fair number of residents also have graduate and post-graduate degrees. In comparison to other cities in the East Valley, many of the local residents have home-based businesses and/or telecommute. Given the high percentage of professional people who live and work in the community and the concentration of medical institutions and medical research facilities, Loma Linda is great match for the Connected Community concept.

Based on the preceding, the City Council approved the Loma Linda Connected Community Program as a City policy through the adoption of Ordinance 629 Adopted October 12, 2004.

ANALYSIS

The Loma Linda Connected Community Program requires that all new development and additions which exceed 50 percent of the original structure and within the Fiber-Optic Master Plan Area comply with the Program requirements. The purpose of the Program is to provide

Loma Linda business and residents with opportunities for data, multimedia, home automation systems, environmental control, security, audio, sensors, alarms, and intercom. The Program document describes and establishes the standardized requirements for residential and commercial telecommunications cabling systems. The initial intent is to connect new development but the long-term goal is to eventually retrofit the entire community.

The city has been divided into quadrants. The 1st quadrant is primarily the northeast part of the city. Most of new development is occurring in the 1st quadrant of the city, therefore the fiber optic backbone and feeder lines need to be deployed there first. This deployment will allow for the new developments to receive services as new home and business owners occupy the buildings.

To maintain a single point of contact for the equipment and material acquisition we will be continuing to purchase from Anixter.

ENVIRONMENTAL

In December 2003, City staff determined that the Loma Linda Connected Community Program is exempt from the California Environmental Quality Act (CEQA) pursuant to Section 15303(d) of the CEQA Guidelines. This categorical exemption class applies to the construction of limited, new facilities or structures that support water, sewer, electrical, gas, or other types of utilities or utility extensions.

FINANCIAL IMPACT

The financial impact is \$530,000. The cost includes the installation of Fiber Optic Backbone and related equipment for Quad 1 Phase 2. This Phase links Quad 1 Phase 1 and Quad 1 Phase 2. The impacted regions will be California Ave, Redlands Blvd and land in proximity to the Edison Easement. The expenditure account allocations of the loan proceeds appropriation will be determined at a later date by the Information Systems Director.

Funding to be provided in the form of a loan from the Water Operations Fund for the term of fifteen years at compounding interest rate equivalent to the quarterly Local Agency Investment Fund(LAIF).

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOMA LINDA, CALIFORNIA APPROVING A LOAN FROM THE WATER OPERATIONS FUND TO THE LOMA LINDA CONNECTED COMMUNITIES PROGRAM IN THE AMOUNT OF \$530,000

WHEREAS, there are sufficient funds in the Water Operations Fund to make a loan in the amount of \$530,000 to the Loma Linda Connected Communities Program; and

WHEREAS, the funds will be used to install the fiber optic backbone and related equipment for Quad 1 Phase 2; and

WHEREAS, the loaned funds will be exclusively used to install the fiber optic backbone and related equipment for Quad 1 Phase 2, impacting the regions of California Avenue, Redlands Boulevard and land in proximity to the Southern California Edison Easement;

NOW, THEREFORE, the City Council of the City of Loma Linda does hereby resolve as follows:

SECTION 1. It is agreed that \$530,000 from the Water Operations Fund will be loaned to the Loma Linda Connected Communities Program.

SECTION 2. The amount of the loan will be paid back over a period of fifteen years or at a future time when funds in the amount of the outstanding balance are available to repay the loan to the Water Operations Fund.

SECTION 3. The loan will be paid back at an interest rate equivalent to the quarterly yield on investments with the Local Agency Investment Fund (LAIF).

PASSED, APPROVED AND ADOPTED this 8th day of February 2005 by the following vote:

Ayes:

Noes:

Absent:

Abstain:

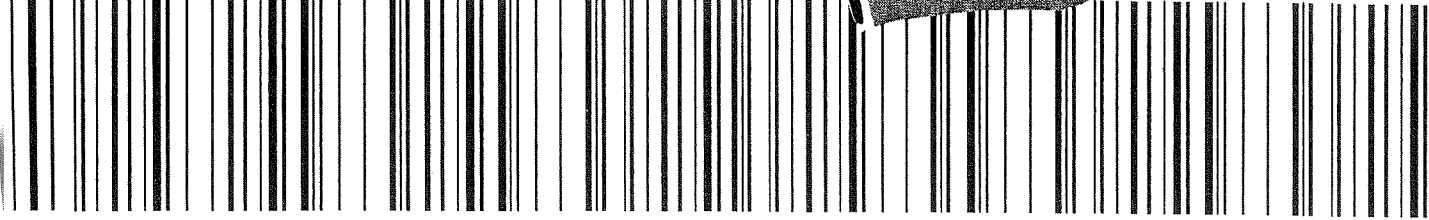
Karen Gaio Hansberger, Mayor

ATTEST:

Pamela Byrnes-O'Camb, City Clerk



Fiscal Year
2004-05
Mid-Year Budget Review



Agenda

- ◆ Present the summary results of the Mid-Year Budget Review for the General Fund, City and Redevelopment Agency.
- ◆ Recommend approval of requested changes to budget appropriations.

General Fund

- ◆ Beginning Available Cash Balance is \$138,353 higher than projected.
- ◆ Revenues are proposed to increase by \$381,500 due mainly to the increased development activity.
- ◆ Expenditures - staff is requesting additional expenditures totaling \$215,700.
- ◆ Ending Available Cash Balance for Fiscal Year 2004-05 is projected to increase by \$304,153.

City

- ◆ Beginning Available Cash Balance is \$720,731 higher than projected.
- ◆ Revenues are being reduced by \$592,126 – a combination of increases and decreases in projected grant funding and development fees.
- ◆ Expenditures are being reduced by \$1,885,600 – mainly due to delays in grant funded projects.
- ◆ Ending Available Cash Balance for Fiscal Year 2004-05 is projected to increase by \$2,014,205.

Redevelopment Agency

- ◆ Beginning Available Cash Balance is \$281,584 lower than projected.
- ◆ Revenues are being decreased by \$264,500 due to the reduction of projected in-lieu housing fees.
- ◆ Expenditures are being increased by \$9,400.
- ◆ Ending Available Cash Balance for Fiscal Year 2004-05 is projected to increase by \$7,684.



Staff Recommendations

- ◆ Approve revenue appropriation changes per Attachment I.
- ◆ Approve additional expenditure requests per Attachment II.